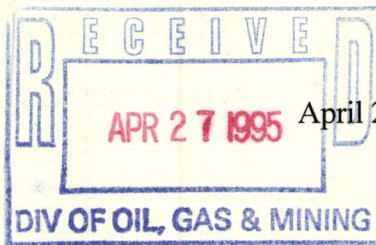


# GEOKINETICS INC.

Marathon Oil Tower 5555 San Felipe Suite 780 Houston, Texas 77056 (713) 850-7600 FAX (713) 850-7330



Mr. Lowell P. Braxton  
Utah Division of Oil, Gas and Mining  
355 West North Temple  
3 Triad Center, Ste. 350  
Salt Lake City, Utah 84180-1203

*Wayne: what's next?  
a verification inspection?*  
*Send 4/26*

Re: Bond Reduction Request  
Seep Ridge Project  
M/047/002  
Uintah County, Utah

Dear Mr. Braxton:

The attached memorandum dated December 31, 1986 details the costs of site restoration at Seep Ridge as estimated by the Division of Oil, Gas and Mining. A cost of \$93,425 was estimated. Geokinetics currently has a Certificate of Deposit in the amount of \$100,000 posted as a bond for site restoration.

Since the date of the original estimate, Geokinetics has completed much of the site restoration work. The estimated costs to complete the remaining work, as taken from the original estimate and adjusted for inflation, are as follows:

Tank removal	\$12,835
Regarding of 13.56 acres	9,188
Revegetation of 19.29 acres	4,700
Supervision	<u>2,628</u>
Subtotal	29,351
Contingency (10%)	<u>2,935</u>
Subtotal	32,286
Inflation escalation (1986 - 1995 at 1.62% per year)	<u>5,024</u>
<b>Total costs</b>	<b>\$37,310</b>

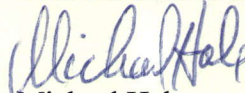
Mr. Lowell P. Braxton  
Utah Division of Oil, Gas and Mining  
April 25, 1995  
Page Two

Geokinetics requests your consideration in reducing the bond from \$100,000 to \$40,000, an amount sufficient to cover the remaining site restoration costs as estimated by the Division of Oil, Gas and Mining, escalated to 1995 dollars.

If you have any questions concerning this matter or the status of our site restoration efforts, please contact the undersigned.

Very truly yours,

GEOKINETICS INC.



Michael Hale  
Vice President

cc: Mr. D. Wayne Hedberg - DOGM  
Mr. Mike Lekas - Geokinetics